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**No.1797**

**AMARAVATI, FRIDAY, NOVEMBER 17, 2023**

**G.1663**

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## **NOTIFICATIONS BY GOVERNMENT**

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AGRICULTURE & COOPERATION (MKTG.III) DEPARTMENT

G.O.Ms.No.08

Dated:20.02.2023  
Read the following:

1. G.O.Ms.No.63, Agri.& Coop. (COOP.I) Dept., dt:21.11.2022.
- 2.Managing Director, AP Markfed, Vijayawada, File No.FCS51-12021/1/2023-FIN SEC - APSCSCL.

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ORDER:

Whereas, Andhra Pradesh State Civil Supplies Corporation Limited (APSCSCL) is procuring paddy from farmers under Decentralized Procurement Operations as per Government orders in order to ensure Minimum Support Price (MSP) to farmers for their produce (Paddy). Further Government issued orders appointing Andhra Pradesh State Cooperative Marketing Federation Ltd. (A.P.MarkFed) as an additional agency for paddy procurement from KMS 2021-22. Hence, APSCSCL and A.P.MarkFed are jointly procuring paddy from KMS 2021-22 on wards.

2. Whereas, the A.P.MarkFed, being Joint Procurement agency, is requested to avail fresh loan of Rs.3,200 Crores from NCDC, and transfer the same as inter-corporate loan to APSCSCL in order to utilize the said amount for making farmer payments for KMS 2022-23. The repayment of loan along with interest will be made as per the terms and conditions stipulated by NCDC. In the reference 1<sup>st</sup> read above, Government extended the Government Guarantee for Rs.3,200 Crores for Working Capital Assistance to A.P.MarkFed for Procurement of Paddy during KMS 2022-23 under direct funding from NCDC or any other Financial Institutions.

3. Whereas, NCDC has sanctioned a loan of Rs.3,200 Crores to A.P MarkFed with a condition to repay in one year in two half yearly installments along with interest. Further, A.P MarkFed has availed Rs.3,200 Crores and transferred the same to APSCSCL at a tenure of 120 days @8.54% on interest to be repaid along with interest on due date.

4. Whereas, the Managing Director, APSCDCL has informed that, as on date, the estimated payment of an amount of Rs.6478.17 crores are to be made to farmers for the season Kharif 2022-23, pending payments to suppliers. Therefore, it is proposed to avail a fresh loan of Rs.1,800 Crores from A.P.MarkFed as Inter Corporate loan with a condition that, the entire loan of Rs.1,800 Crores including interest shall be repaid before 31<sup>st</sup> March 2023.

5. In view of the above circumstances, the Managing Director, A.P.MarkFed, Vijayawada has requested the Government to issue Government Guarantee to avail a fresh inter corporate loan of Rs 1,800 Crores from NCDC and to credit to APSCSCL, Vijayawada for making payments to farmers for KMS 2022-2023.

(P.T.O)



2022-23, subject to the loan servicing (both Principal & Interest) is to be done by the APSCSCL with its own funds and shall not depend on the State for Budgetary support.

7. The Managing Director, A.P. State Cooperative Marketing Federation Ltd., Vijayawada shall take necessary action in the matter.

8. This order issues with the concurrence of Finance (C&DM) Department vide their Fin.U.O.No. FIN01-BUGT0MISC/28/2021-CDM, dt:17.02.2023 (C.No:1559053).

CHIRANJIV CHOUDHARY  
PRINCIPAL SECRETARY TO GOVERNMENT

To

The Managing Director, AP MarkFed, Vijayawada.

Copy to:-

The Commissioner for Cooperation & Registrar of Coop. Societies, APGuntur.

The VC &MD, AP State Civil Supplies Corporation Ltd., Vijayawada.

The Consumers Affairs, Food & Civil Supplies (CS.I) Dept.

The Finance (C&DM) Department.

PS to Hon'ble Minister for Agri. & Coop.

PS to Spl.CS to Hon'ble C.M.

Prl.Secy. to Govt. (AM&C), Agril. & Coop. Dept.

Sf/Sc.

//FORWARDED::BY::ORDER//

  
SECTION OFFICER